

PROPOSED AMENDMENT
SENATE AMENDMENTS TO H.B. 2620
(Reference to House engrossed bill)

Strike everything after the enacting clause and insert:

"Section 1. Appropriation reductions: fiscal year 2007-2008

A. Notwithstanding any other law, the following amounts are reduced from the state general fund in fiscal year 2007-2008 as listed below from appropriations made to state agencies:

1. Department of administration - \$1,484,800.
2. Arizona department of agriculture - \$600,000.
3. Office of administrative hearings - \$4,500.
4. Commission on the arts - \$100,000.
5. Attorney general - \$1,150,000.
6. Arizona biomedical research commission - \$1,000,000.
7. State capital postconviction defender office - \$15,000.
8. Department of commerce - \$1,850,000.
9. Corporation commission - \$175,000.
10. State department of corrections - \$19,416,900.
11. Arizona criminal justice commission - \$1,000,000.
12. Department of economic security - \$12,550,000.
13. Department of education - \$50,050,000.
14. Department of environmental quality - \$600,000.
15. Governor's office of equal opportunity - \$13,000.
16. State board of equalization - \$14,000.
17. Board of executive clemency - \$60,000.
18. Department of financial institutions - \$200,000.
19. Department of fire, building and life safety - \$300,000.

Senate Amendments to H.B. 2620

- 1 20. Arizona geological survey - \$60,000.
- 2 21. Government information technology agency - \$600,000.
- 3 22. Office of the governor - \$225,000.
- 4 23. Governor's office of strategic planning and budgeting - \$69,400.
- 5 24. Department of health services - \$4,907,300.
- 6 25. Arizona historical society - \$80,000.
- 7 26. Prescott historical society - \$15,000.
- 8 27. Arizona commission of Indian affairs - \$5,000
- 9 28. Department of insurance - \$435,500.
- 10 29. Judiciary - supreme court - \$447,800.
- 11 30. Judiciary - court of appeals - \$45,000.
- 12 31. Judiciary - superior court - \$653,500.
- 13 32. Department of juvenile corrections - \$1,054,200.
- 14 33. State land department - \$1,200,000.
- 15 34. Law enforcement merit system council - \$2,000.
- 16 35. Auditor general - \$563,700.
- 17 36. House of representatives - \$370,000.
- 18 37. Joint legislative budget committee - \$90,000.
- 19 38. Legislative council - \$171,000.
- 20 39. Arizona state library, archives & public records - \$233,000.
- 21 40. Senate - \$256,000.
- 22 41. Department of liquor licenses and control - \$150,000.
- 23 42. Board of medical student loans - \$179,000.
- 24 43. Department of mines and mineral resources - \$25,000.
- 25 44. Arizona state parks board - \$345,000.
- 26 45. Arizona pioneers' home - \$63,000.
- 27 46. Commission for postsecondary education - \$3,700,000.
- 28 47. Department of public safety - \$1,121,100.
- 29 48. Arizona department of racing - \$150,000.
- 30 49. Radiation regulatory agency - \$80,000.

1 50. State real estate department - \$230,800.

2 51. Department of revenue - \$2,393,300.

3 52. School facilities board - \$8,000,000.

4 53. Secretary of state - \$138,000.

5 54. State board of tax appeals - \$6,300.

6 55. Office of tourism - \$1,000,000

7 56. Department of transportation - \$2,000.

8 57. State treasurer - \$169,000.

9 58. Arizona board of regents - \$875,000.

10 59. Universities - all campuses - \$14,700,000.

11 60. Arizona state university - main campus - \$5,250,000.

12 61. Arizona state university - west campus - \$1,000,000

13 62. University of Arizona - main campus - \$5,250,000.

14 63. Department of weights and measures - \$100,000.

15 B. The department of economic security reduction may not be taken
16 against the appropriation made for developmental disabilities and child
17 protective services.

18 C. The department of economic security may shift existing full-time
19 equivalent positions from other divisions within the agency to the division
20 of benefits and medical eligibility.

21 D. The department of education reduction may be taken against the
22 appropriation made to the department of education and state board of
23 education.

24 E. Notwithstanding any other law, monies remaining from the
25 appropriations to the department of education in fiscal years prior to fiscal
26 year 2007-2008 may be used by the department in fiscal year 2007-2008 to
27 offset the appropriation reductions prescribed for the department.

28 F. The department of health services reduction may not be taken
29 against the appropriation made for abstinence funding.

30 G. The sum of \$25,257,400 in additional expenditure authority is
31 provided in fiscal year 2007-2008 to the department of health services for
32 supplemental funding.

1 H. The department of public safety reduction may not be taken against
2 the appropriations made for the gang and immigration intelligence team
3 enforcement mission (GIITEM).

4 Sec. 2. Transfer of fund monies to the state general fund;
5 fiscal year 2007-2008

6 A. Notwithstanding any other law, on or before June 30, 2008, the
7 following amounts from the funds or sources are transferred to the state
8 general fund for the purposes of providing adequate support and maintenance
9 for agencies of this state:

- 10 1. Accountancy board fund - \$2,056,000.
- 11 2. Acupuncture board fund - \$100,000.
- 12 3. Certificate of participation fund - \$1,266,700.
- 13 4. Construction insurance fund - \$4,170,200.
- 14 5. Motor vehicle pool revolving fund - \$3,237,500.
- 15 6. Retiree accumulated sick leave fund - \$3,483,900.
- 16 7. Department of administration - risk management revolving
17 fund - \$6,614,400.
- 18 8. State employee suggestion program award fund - \$63,100.
- 19 9. Management services division plan deposits fund - \$44,400.
- 20 10. Arizona grain research fund - \$80,000.
- 21 11. Arizona citrus research council fund - \$40,000.
- 22 12. Seed law fund - \$25,000.
- 23 13. Aquaculture fund - \$20,000.
- 24 14. Arizona iceberg lettuce research council fund - \$41,400.
- 25 15. Commodity promotion fund - \$30,000.
- 26 16. Pesticide fund - \$15,000.
- 27 17. Fertilizer materials fund - \$300,000
- 28 18. Children's health insurance program fund - \$1,506,200.
- 29 19. Board of appraisal fund - \$537,900.
- 30 20. Attorney general - anti-racketeering revolving fund - \$500,000.

- 1 21. Attorney general - prosecuting attorney council fund - \$1,000,000
- 2 22. Board of barbers fund - \$400,000.
- 3 23. Chiropractic board fund - \$100,000.
- 4 24. Job training fund - \$13,000,000.
- 5 25. Military installation fund - \$300,000.
- 6 26. Registrar of contractors fund - \$2,066,300.
- 7 27. Utility regulation revolving fund - \$1,680,300.
- 8 28. State department of corrections revolving fund - \$800,000.
- 9 29. Transition office fund - \$800,000.
- 10 30. Transition program drug treatment fund - \$1,300,000.
- 11 31. State department of corrections - CJEF distributions fund -
- 12 \$1,000,000.
- 13 32. Board of cosmetology fund - \$3,091,800.
- 14 33. Arizona criminal justice commission - driving under the influence
- 15 abatement fund - \$2,175,400.
- 16 34. Victims compensation and assistance fund - \$2,000,000.
- 17 35. Telecommunication fund for the deaf - \$5,553,600.
- 18 36. Dental board fund - \$4,200,000.
- 19 37. Spinal and head injuries trust fund - \$2,000,000.
- 20 38. Department of economic security - special administration
- 21 fund - \$3,100,000.
- 22 39. Department of economic security - client trust fund - \$550,000.
- 23 40. Department of economic security - Mesa land fund - \$400,000
- 24 41. Special education fund - \$15,500,000.
- 25 42. Department of education - internal services fund - \$525,100.
- 26 43. English learner classroom personnel bonus fund - \$200,000.
- 27 44. State armory property fund - \$100,000.
- 28 45. Department of environmental quality - recycling fund - \$1,097,100.
- 29 46. Clean air in-lieu fee account and Arizona clean air fund balance
- 30 fund - \$5,088,700.

- 1 47. Underground storage tank revolving fund - \$28,419,700.
- 2 48. Water quality assurance revolving fund - \$3,000,000.
- 3 49. Escrow guaranty fund - \$1,000,000.
- 4 50. Funeral directors and embalmers fund - \$100,000.
- 5 51. Game and fish watercraft license fund - \$4,732,700.
- 6 52. Arizona game and fish department - off-highway vehicle recreation
7 fund - \$1,150,000.
- 8 53. Game and fish fund - \$2,827,600.
- 9 54. Livestock/breeders award fund - \$2,000,000.
- 10 55. Department of health services - intergovernmental agreements -
11 \$17,189,900.
- 12 56. Emergency medical services operating fund - \$6,200,000.
- 13 57. Department of health services - indirect cost fund - \$6,100,000.
- 14 58. Substance abuse treatment fund - \$1,500,000.
- 15 59. Department of health services - indirect cost recovery fund -
16 \$10,500.
- 17 60. Serious mental illness fund - \$43,400.
- 18 61. Department of health services - internal services fund - \$107,800.
- 19 62. Vital records electronic systems fund - \$500,000.
- 20 63. Hearing and speech professionals fund - \$400,000.
- 21 64. Medical services stabilization fund - \$138,700.
- 22 65. Tobacco tax and health care fund - health education account -
23 \$2,000,000.
- 24 66. Housing program fund - \$2,775,900.
- 25 67. Housing trust fund - \$10,244,000.
- 26 68. Housing development fund - \$364,000.
- 27 69. Industrial commission administrative fund - \$3,530,900.
- 28 70. Juvenile delinquent reduction fund - \$1,552,900.
- 29 71. Judicial collection enhancement fund - \$1,500,000.
- 30 72. Supreme court CJEF disbursement fund - \$1,500,000.

- 1 73. Arizona lengthy trial fund - \$1,000,000.
- 2 74. Department of juvenile corrections - criminal justice enhancement
- 3 fund - \$300,000.
- 4 75. Department of juvenile corrections - state education system for
- 5 committed youth - \$500,000.
- 6 76. Liquor license special collections fund - \$500,000.
- 7 77. State lottery fund - \$5,996,400.
- 8 78. Arizona medical board fund - \$1,350,000.
- 9 79. Naturopathic physician examiners board fund - \$1,000,000.
- 10 80. Nursing board fund - \$75,000.
- 11 81. Osteopathic board fund - \$250,000.
- 12 82. Parents commission on drug education and prevention - drug
- 13 treatment and education fund - \$2,000,000.
- 14 83. Arizona state parks board - off-highway vehicle recreation
- 15 fund - \$1,500,000.
- 16 84. State lake improvement fund - \$4,100,000.
- 17 85. Board of pharmacy fund - \$3,037,500.
- 18 86. Physical therapy board fund - \$100,000.
- 19 87. Auto fingerprint identification fund - \$300,000.
- 20 88. DNA identification system fund - \$600,000.
- 21 89. Department of public safety licensing fund - \$500,000.
- 22 90. Highway patrol fund - \$700,000.
- 23 91. County fair racing fund - \$125,000.
- 24 92. Breeders award fund - \$150,000.
- 25 93. Condominium recovery fund - \$10,000.
- 26 94. Real estate recovery fund - \$225,000.
- 27 95. Estate and unclaimed property fund - \$1,132,800.
- 28 96. Liability set-off fund - \$1,000,000.
- 29 97. School improvement revenue bond debt service fund - \$1,000,000.
- 30 98. Economic strength project fund - \$2,000,000.

1 99. Motor vehicle liability insurance enforcement fund - \$5,400,000.

2 100. State aviation fund - \$18,100,000.

3 101. Transportation department equipment fund - \$3,100,000.

4 102. Vehicle inspection and title enforcement fund - \$1,100,000.

5 103. Funding given to department of environmental quality for state
6 trust land settlement - \$2,025,500.

7 104. Budget stabilization fund - \$487,000,000.

8 B. The transfer from the game and fish fund shall be made from monies
9 deposited in the fund pursuant to a legal settlement and shall not be made
10 from monies associated with license fees.

11 Sec. 3. Appropriations; reversions; state general fund

12 Notwithstanding any other law, the unexpended and unencumbered balance
13 of the following appropriations revert to the state general fund on the
14 effective date of this act:

15 1. Veteran's nursing home -- Laws 1989, chapter 205, section 1 and
16 Laws 1990, chapter 203, section 1 - \$35,823.73.

17 2. Environmental assessment-Phoenix area -- Laws 1990, third special
18 session, chapter 1, section 26, as amended by Laws 1991, first special
19 session, chapter 2, section 1 - \$8,849.29.

20 3. Occupational safety and health review board -- Laws 1991, chapter
21 287, section 51 - \$127.67.

22 4. Department of economic security statewide building renewal -- Laws
23 1992, ninth special session, chapter 2, section 1 - \$20.24.

24 5. Arizona office in Sonora -- Laws 1993, chapter 119, section 4 -
25 \$7,782.62.

26 6. Border volunteer corps -- Laws 1994, chapter 141, section 2, as
27 amended by Laws 1995, chapter 106, section 4 - \$34,704.67.

28 7. Department of juvenile corrections statewide building renewal -
29 Laws 1994, eighth special session, chapter 2, section 1 - \$3,793.72.

30 8. Department of commerce NAFTA CANAMEX corridor -- Laws 1995, chapter
31 209, section 1, subsection A, paragraph 2, as repealed by Laws 1998, chapter
32 257, section 7 - \$19,874.45.

1 9. Department of commerce NAFTA coordination -- Laws 1995, chapter
2 209, section 1, subsection A, paragraph 3, as repealed by Laws 1998, chapter
3 257, section 7 - \$37,776.78.

4 10. Governor's telecommunications policy office -- Laws 1995, chapter
5 246, section 6 - \$504.12.

6 11. Building renewal-Mesa armory -- Laws 1995, first special session,
7 chapter 2, section 1 - \$1,325.20.

8 12. State hospital condensate receiver -- Laws 1995, first special
9 session, chapter 2, section 2, as amended by Laws 1995, chapter 229,
10 section 10 - \$4,700.00.

11 13. Building renewal-Cholla facility -- Laws 1996, fifth special
12 session, chapter 2, section 1 - \$11,655.00.

13 14. Building renewal-Coolidge impact study -- Laws 1996, fifth special
14 session, chapter 2, section 1 - \$4,948.26.

15 15. Department of health services-building renewal -- Laws 1996, fifth
16 special session, chapter 2, section 1 - \$30.00.

17 16. Department of education-family literacy program -- Laws 1998,
18 chapter 295, section 11 - \$1,373.25.

19 17. State board of nursing-fingerprinting costs -- Laws 1999, chapter
20 276, section 3 - \$90,197.96.

21 18. Department of economic security-summer youth program -- Laws 1999,
22 first special session, chapter 1, section 29, as amended by Laws 2000,
23 chapter 3, section 8, Laws 2000, chapter 281, section 1, Laws 2001, chapter
24 232, section 9 and Laws 2002, chapter 329, section 18 - \$32,446.40.

25 19. Department of education school safety program -- Laws 1999, first
26 special session, chapter 1, section 30, as amended by Laws 2000, chapter 2,
27 section 1 and Laws 2001, chapter 232, section 10 and Laws 2001, chapter 236,
28 section 31, as amended by Laws 2001, chapter 364, section 4 - \$2,043.81.

29 20. Department of education accountability measures -- Laws 1999, first
30 special session, chapter 1, section 30, as amended by Laws 2000, chapter 2,
31 section 1 and Laws 2001, chapter 232, section 10 - \$50.00.

1 21. Governor's Arizona-Sonora study -- Laws 1999, first special
2 session, chapter 1, section 42 - \$5,200.00.

3 22. Department of economic security-Hopi senior center -- Laws 2000,
4 chapter 217, section 1 - \$22,096.88.

5 23. Governor's executive order for September terrorism incident
6 emergency-2001 - \$106,916.95.

7 24. Occupational safety and health review board lump sum
8 appropriation -- Laws 2001, chapter 236, section 68 - \$6,947.00.

9 25. State treasurer property tax refund -- Laws 2001, chapter 236,
10 section 99 - \$.20.

11 26. AHCCCS emergency services -- Laws 2001, second special session,
12 chapter 8, section 9 - \$73.06.

13 27. English learner FTE -- Laws 2001, second special session, chapter
14 9, section 14, subsection B - \$2,388.84.

15 28. English learner FTE -- Laws 2001, second special session, chapter
16 9, section 14, subsection C - \$2,634.01.

17 29. English learner pilot -- Laws 2001, second special session, chapter
18 9, section 16, subsection B - \$342.40.

19 30. Department of commerce military installation -- Laws 2004, chapter
20 235, section 14, subsection A - \$24,830.46.

21 31. Department of liquor licenses and control-data processing -- Laws
22 2005, chapter 284, section 17 - \$1,250,000.00.

23 32. Department of health services nonrenal disease management -- Laws
24 2006, chapter 366, section 2, subsection A - \$100,000.00.

25 Sec. 4. Supplemental appropriation; commission for postsecondary
26 education

27 The sum of \$675,000 is appropriated from the postsecondary education
28 fund in fiscal year 2007-2008 to the commission for postsecondary education
29 for increases in the leveraging educational assistance partnership line item.

1 Sec. 5. Supplemental appropriation; Arizona state retirement
2 system

3 The sum of \$267,700 is appropriated from the state retirement system
4 administration account in fiscal year 2007-2008 to the Arizona state
5 retirement system for increases in employee related expenditures.

6 Sec. 6. Supplemental appropriation; supplemental reduction;
7 Arizona health care cost containment system

8 A. The sum of \$4,734,700 is appropriated from the state general fund
9 and \$44,929,800 in additional expenditure authority of federal monies is
10 appropriated in fiscal year 2007-2008 to the Arizona health care cost
11 containment system for supplemental funding.

12 B. The appropriation made to the Arizona health care cost containment
13 system in fiscal year 2007-2008 is reduced by \$13,152,200 from the tobacco
14 tax and health care fund - medically needy account and reduced by \$4,163,800
15 from the tobacco products tax fund - emergency health services account to
16 account for a shortfall in tobacco tax revenues.

17 Sec. 7. County transfers; fiscal year 2007-2008; appropriation;
18 AHCCCS

19 A. In fiscal year 2007-2008, counties with a population of two million
20 or more persons shall transfer \$5,500,800 and counties with a population of
21 more than eight hundred thousand persons but less than two million persons
22 shall transfer \$1,526,000 to the Arizona health care cost containment system
23 administration for deposit into the budget neutrality compliance fund
24 administered by the Arizona health care cost containment system.

25 B. The sum of \$7,026,800 is appropriated from the budget neutrality
26 compliance fund in fiscal year 2007-2008 to the Arizona health care cost
27 containment system.

1 Sec. 8. Supplemental appropriation; Arizona navigable stream
2 adjudication commission

3 A. The sum of \$200,000 is appropriated to the Arizona navigable stream
4 adjudication commission from the state general fund in fiscal year 2007-2008
5 for operating expenses.

6 B. The appropriation made in subsection A of this section is exempt
7 from the provisions of section 35-190, Arizona Revised Statutes, relating to
8 lapsing of appropriations.

9 Sec. 9. Supplemental appropriation; state land department

10 The sum of \$40,000 is appropriated to the state land department from
11 the environmental special plate fund in fiscal year 2007-2008 for the natural
12 resource conservation districts special line item.

13 Sec. 10. Supplemental appropriation; state board of nursing

14 The sum of \$328,200 is appropriated from the board of nursing fund to
15 the state board of nursing in fiscal year 2007-2008 to investigate certified
16 nursing assistants.

17 Sec. 11. Supplemental appropriations; department of economic
18 security; transfer

19 A. The sum of \$17,500,000 is appropriated from the federal TANF block
20 grant to the department of economic security for supplemental funding for
21 child protective services staff, adoption services, eligibility workers and
22 children services.

23 B. The sum of \$15,000,000 is appropriated from the state general fund
24 in fiscal year 2007-2008 to the department of economic security division of
25 developmental disabilities for supplemental funding for long-term care.

26 C. The sum of \$30,000,000 in expenditure authority of federal monies
27 is appropriated in fiscal year 2007-2008 to the department of economic
28 security division of developmental disabilities for supplemental funding for
29 long-term care.

30 D. Before the end of fiscal year 2007-2008, the department of economic
31 security shall transfer \$25,000,000 from the long-term care system fund to
32 the state general fund.

1 Sec. 12. Supplemental appropriations; attorney general

2 The appropriation made to the attorney general in fiscal year 2007-2008
3 is increased by \$650,000 from the collection enforcement revolving fund for
4 operating expenses.

5 Sec. 13. Capital outlay appropriations; major capital projects;
6 department of administration 2007-2008; reversion

7 Of the \$5,200,000 appropriated from the state general fund in fiscal
8 year 2007-2008 to the department of administration for prison cell locks and
9 cell doors replacement, the sum of \$2,000,000 reverts to the state general
10 fund on the effective date of this act.

11 Sec. 14. Appropriation; Yuma welcome center; reversion

12 Notwithstanding Laws 2007, chapter 257, section 9, the sum of
13 \$1,000,000 for the Arizona welcome center reverts to the state general fund
14 on the effective date of this act.

15 Sec. 15. Arizona health care cost containment system hospital
16 residency loan program funding; fiscal year
17 2006-2007; reversion

18 Of the \$1,000,000 appropriated from the state general fund to the
19 Arizona health care cost containment system for the hospital residency loan
20 program line item for fiscal year 2006-2007, \$100,000 reverts to the state
21 general fund on the effective date of this act.

22 Sec. 16. School facilities board building renewal funding;
23 reversion

24 Notwithstanding any other law, \$2,456,000 appropriated from the state
25 general fund to the building renewal fund in fiscal years prior to fiscal
26 year 2007-2008 revert to the state general fund on the effective date of this
27 act.

28 Sec. 17. Appropriation reduction; school facilities board
29 building renewal fund

30 Notwithstanding any other law, the appropriation from the state general
31 fund to the building renewal fund for fiscal year 2007-2008, as specified by
32 Laws 2007, chapter 255, section 90, is reduced by \$43,141,700.

1 Sec. 18. Appropriation reduction; Arizona water protection fund

2 Notwithstanding any other law, the appropriation from the state general
3 fund to the Arizona water protection fund for fiscal year 2007-2008, as
4 specified by Laws 2007, chapter 255, section 104, is reduced by \$1,000,000.

5 Sec. 19. Appropriation reduction; water quality assurance
6 revolving fund

7 Notwithstanding any other law, the appropriation from the state general
8 fund to the water quality assurance revolving fund for fiscal year 2007-2008
9 shall not exceed \$13,000,000.

10 Sec. 20. Department of public safety; state highway fund;
11 appropriations; limitation

12 A. Notwithstanding section 28-6993, Arizona Revised Statutes, the
13 statutory cap limiting the level of state highway fund monies available to
14 fund department of public safety highway patrol costs is suspended for fiscal
15 year 2007-2008.

16 B. Notwithstanding any other law, the sum of \$42,000,000 appropriated
17 from the state highway fund to the Arizona department of transportation for
18 the statewide transportation acceleration needs account established by
19 section 28-7009, Arizona Revised Statutes, shall be transferred to the
20 department of public safety for highway patrol costs in fiscal year
21 2007-2008.

22 C. Notwithstanding any other law, \$42,000,000 appropriated from the
23 state general fund to the department of public safety for highway patrol
24 costs in fiscal year 2007-2008 shall not be expended or encumbered.

25 Sec. 21. State owned space rent adjustments; appropriations

26 A. Notwithstanding section 41-792.01, Arizona Revised Statutes, and in
27 addition to adjustments for state-owned agencies rent in Laws 2007, chapter
28 255, section 109, \$1,060,000 is appropriated from the state general fund and
29 \$280,000 from applicable other appropriated funds as determined by the joint
30 legislative budget committee staff in fiscal year 2007-2008 to increase the
31 rental rates for state-owned office space from \$19.50 per square foot to
32 \$21.02 per square foot and for state-owned storage space from \$7.00 per

1 square foot to \$7.62 per square foot. The department of administration shall
2 charge agencies the new rental rates and deposit the collected rent in the
3 capital outlay stabilization fund.

4 B. The sum of \$1,466,100 is appropriated from the capital outlay
5 stabilization fund to the department of administration in fiscal year
6 2007-2008 for utility costs.

7 Sec. 22. Hiring appropriations; fiscal year 2007-2008;
8 revertment

9 A. Notwithstanding any other law, \$5,309,300 appropriated from the
10 state general fund and \$4,690,700 appropriated from other state funds listed
11 in Laws 2007, chapter 255, section 109 that were appropriated to state budget
12 units for fiscal year 2007-2008 for hiring of state employees shall not be
13 expended or encumbered. The joint legislative budget committee staff shall
14 determine and the department of administration shall allocate the amount of
15 the revertment or transfer to each state agency or department.

16 B. The amounts determined pursuant to subsection A of this section
17 shall remain in or be reverted or transferred to the state general fund on
18 the effective date of this act.

19 Sec. 23. Reduction in school district state aid apportionment;
20 fiscal year 2007-2008

21 A. Notwithstanding any other law, the state board of education shall
22 defer until August 1, 2008 \$272,000,000 of the basic state aid and additional
23 state aid payment that otherwise would be apportioned to school districts
24 under that law on June 15, 2008.

25 B. The funding deferral required by this section does not apply to
26 charter schools.

27 Sec. 24. Appropriations; school districts; disbursements

28 A. The sum of \$272,000,000 is appropriated in fiscal year 2008-2009
29 from the state general fund to the state board of education and
30 superintendent of public instruction for basic state aid and additional state
31 aid entitlement for fiscal year 2008-2009. This appropriation shall be
32 disbursed on August 1, 2008 to the several counties for the school districts

1 in each county in amounts equal to the reductions in apportionment of basic
2 state aid and additional state aid that are required pursuant to section 23
3 of this act for fiscal year 2007-2008.

4 B. The sum of \$627,700 is appropriated in fiscal year 2008-2009 from
5 the state general fund to the state board of education and the superintendent
6 of public instruction for any costs to school districts that may be
7 associated with the reductions in apportionment of basic state aid and
8 additional state aid for fiscal year 2007-2008 that are required pursuant to
9 section 23 of this act. This appropriation shall be disbursed on August 1,
10 2008 to the several counties for the school districts in each county and
11 shall be allocated based on the per cent of the total \$272,000,000 deferred
12 payment for fiscal year 2007-2008 that is attributable to each individual
13 school district.

14 C. Notwithstanding any provision of law, for fiscal year 2008-2009, if
15 the governing board of a school district incurred interest expenses for
16 registering warrants in fiscal year 2007-2008 or expects to incur interest
17 expenses for registering warrants in fiscal year 2008-2009 pursuant to
18 section 23 of this act, the governing board may budget an estimated amount
19 for those interest expenses. Any such amount is specifically exempt from the
20 revenue control limit in fiscal year 2008-2009. If the budgeted estimate
21 amount is greater than the amount received pursuant to subsection B of this
22 section, the governing board shall not expend more than the amount received
23 pursuant to subsection B of this section. If the budgeted estimate amount is
24 less than the amount received pursuant to subsection B of this section, the
25 governing board may revise its budget during fiscal year 2008-2009 to include
26 the actual amount received pursuant to subsection B of this section and shall
27 not expend more than the amount received pursuant to subsection B of this
28 section.

1 Sec. 25. Fiscal year 2007-2008 conditional transfer; budget
2 stabilization fund; notice

3 A. If, as determined by the staff director of the joint legislative
4 budget committee and the governor's office of strategic planning and
5 budgeting pursuant to subsection B, the preliminary fiscal year 2007-2008
6 state general fund ending balance is less than \$0, the state treasurer shall
7 transfer an amount equal to the negative ending balance plus \$1,000,000 from
8 the budget stabilization fund to the state general fund.

9 B. On or before July 29, 2008, the staff director of the joint
10 legislative budget committee and the governor's office of strategic planning
11 and budgeting shall jointly notify the governor, the president of the senate
12 and the speaker of the house of representatives whether the preliminary
13 fiscal year 2007-2008 state general fund ending balance is less than \$0 and,
14 if so, the total ending balance amount.

15 C. Any transfer made pursuant to this section shall be in addition to
16 the transfer made from the budget stabilization fund in section 2 of this
17 act.

18 Sec. 26. Fiscal year 2007-2008 conditional appropriation;
19 department of education; notice

20 A. If, as determined by the staff director of the joint legislative
21 budget committee and the governor's office of strategic planning and
22 budgeting pursuant to subsection B, the preliminary fiscal year 2007-2008
23 state general fund ending balance is greater than \$1,000,000, the amount
24 above \$1,000,000 is appropriated to the department of education for basic
25 state aid and additional state aid entitlement for fiscal year 2008-2009.

26 B. On or before July 29, 2008, the staff director of the joint
27 legislative budget committee and the governor's office of strategic planning
28 and budgeting shall jointly notify the governor, the president of the senate
29 and the speaker of the house of representatives whether the preliminary
30 fiscal year 2007-2008 state general fund ending balance is greater than
31 \$1,000,000 and, if so, the total ending balance amount.

1 Sec. 27. Laws 2006, chapter 335, section 1, as amended by Laws 2007,
2 chapter 257, section 1, is amended to read:

3 Section 1. Conditional appropriation; Arizona welcome center;
4 exemption

5 A. The sum of \$2,000,000 is appropriated from the state general fund
6 in fiscal year 2006-2007 to the office of tourism for distribution to the
7 city of Yuma to establish an Arizona welcome center provided that the office
8 of tourism determines and informs the joint legislative budget committee
9 that:

10 1. All plans for the center are delivered to the city of Yuma.

11 2. The city of Yuma receives ownership of the property or the property
12 is conveyed by license to the city of Yuma.

13 B. The city of Yuma shall not expend more than \$500,000 on planning
14 and design for the Arizona welcome center.

15 C. The appropriation made in subsection A of this section shall be for
16 start-up capital and the city of Yuma shall bear the cost of ongoing
17 operation and maintenance of the center through its city-funded convention
18 and visitors bureau.

19 D. The appropriation made in subsection A of this section is exempt
20 from the provisions of section 35-190, Arizona Revised Statutes, relating to
21 lapsing of appropriations, EXCEPT THAT \$1,500,000 REVERTS TO THE STATE
22 GENERAL FUND ON THE EFFECTIVE DATE OF THIS AMENDMENT TO THIS SECTION.

23 Sec. 28. Laws 2006, chapter 345, section 7 is amended to read:

24 Sec. 7. Appropriations and distributions; microwave
25 communications system; department of public safety;
26 report

27 A. The sum of \$1,500,000 is appropriated from the state general fund
28 in each of the fiscal years 2006-2007, ~~2007-2008~~ and 2008-2009 AND THE SUM OF
29 \$1,000,000 IS APPROPRIATED IN FISCAL YEAR 2007-2008 to the department of
30 public safety for the design, construction and implementation of a microwave
31 communications system upgrade.

1 B. The sum of \$826,000 is appropriated from the state highway fund in
2 each of the fiscal years 2006-2007, 2007-2008 and 2008-2009 to the department
3 of transportation for distribution to the department of public safety for the
4 design, construction and implementation of a microwave communications system
5 upgrade.

6 C. The sum of \$207,000 is appropriated from the game and fish fund in
7 each of the fiscal years 2006-2007, 2007-2008 and 2008-2009 to the game and
8 fish department for distribution to the department of public safety for the
9 design, construction and implementation of a microwave communications system
10 upgrade.

11 D. The department of public safety shall submit an expenditure plan
12 and project timeline to the joint legislative budget committee for review
13 before expending any monies appropriated for the microwave communications
14 system upgrade. The submission shall include the results of the project
15 investment justification approval by the information technology authorization
16 committee. The department of public safety shall submit a report to the
17 joint legislative budget committee for review regarding expenditures and
18 progress by December 31, 2006 and June 30, 2007.

19 E. It is the intent of the legislature that \$1,600,000 of federal
20 homeland security monies be distributed in each of the fiscal years
21 2006-2007, 2007-2008 and 2008-2009 to fund the department of public safety
22 microwave communications system upgrade.

23 F. Of the appropriations made in this section for the microwave
24 communications system, the department of public safety may use up to \$295,600
25 annually for up to 4 FTE positions to provide project management.

26 Sec. 29. Laws 2006, chapter 345, section 10 is amended to read:

27 Sec. 10. State archives and history building: appropriation

28 The sum of \$8,000,000 is appropriated from the state general fund in
29 fiscal year 2007-2008 to the legislative council for ~~completion of~~ the Polly
30 Rosenbaum state archives and history building, **EXCEPT THAT \$2,000,000 REVERTS**
31 **TO THE STATE GENERAL FUND ON THE EFFECTIVE DATE OF THIS AMENDMENT TO THIS**
32 **SECTION.**

1 Sec. 30. Laws 2006, chapter 356, section 1 is amended to read:

2 Section 1. Appropriation; purpose; exemption

3 A. The sum of \$10,000,000 is appropriated from the state general fund
4 in fiscal year ~~2006-2007~~ 2008-2009 to the department of veterans' services
5 for construction and establishment of a veterans' home facility in Tucson
6 pursuant to section 41-603, subsection C, Arizona Revised Statutes.

7 B. The amount appropriated in subsection A of this section is intended
8 to be this state's share of the costs, and is not subject to expenditure for
9 any purpose unless the department of veterans' services has irrevocable
10 commitments from the United States government for funding at least sixty-five
11 per cent of the total costs.

12 C. The appropriation made in subsection A of this section is exempt
13 from the provisions of section 35-190, Arizona Revised Statutes, relating to
14 lapsing of appropriations, except that any amount of the appropriation that
15 is unexpended and unencumbered on June 30, ~~2008~~ 2010 reverts to the state
16 general fund.

17 Sec. 31. Laws 2007, chapter 256, section 8 is amended to read:

18 Sec. 8. Department of emergency and military affairs; project
19 challenge; appropriation; exemption

20 Notwithstanding any other law, \$500,000 of the amounts appropriated for
21 project challenge in the department of emergency and military affairs for
22 fiscal year 2005-2006 by Laws 2005, chapter 286, section 31, as exempted from
23 lapsing by Laws 2006, chapter 316, section 11, ~~and~~ \$500,000 of the amounts
24 appropriated for project challenge in the department of emergency and
25 military affairs for fiscal year 2006-2007 by Laws 2006, chapter 334, section
26 12, ~~—~~ AND \$100,000 OF THE AMOUNT APPROPRIATED FOR PROJECT CHALLENGE IN THE
27 DEPARTMENT OF EMERGENCY AND MILITARY AFFAIRS FOR FISCAL YEAR 2007-2008 BY
28 LAWS 2007, CHAPTER 255, SECTION 30 are exempt from the provisions of section
29 35-190, Arizona Revised Statutes, relating to lapsing of appropriations,
30 through June 30, ~~2008~~ 2009.

1 Sec. 32. Laws 2007, chapter 257, section 7 is amended to read:

2 Sec. 7. Old health laboratory renovation; appropriations; review

3 A. The sum of ~~\$2,207,000~~ \$1,207,000 is appropriated from the state
4 general fund ~~in each of fiscal years 2007-2008 and 2008-2009~~ IN FISCAL YEAR
5 2007-2008 AND THE SUM OF \$2,207,000 IS APPROPRIATED FROM THE STATE GENERAL
6 FUND IN FISCAL YEAR 2008-2009 to the department of administration for
7 renovation of the old health laboratory.

8 B. Pursuant to section 41-1252, Arizona Revised Statutes, the
9 department of administration shall submit the scope and estimated cost of the
10 project to the joint committee on capital review for its review."

11 Amend title to conform

ROBERT "BOB" BURNS

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C: drt